COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PETITION OF COLUMBIA GAS OF)
KENTUCKY FOR AUTHORITY TO)
ADJUST RATES IN ACCORDANCE) CASE NO. 8281-I
WITH THE PURCHASED GAS)
ADJUSTMENT PROCEDURE)

ORDER

On December 30, 1981, this Commission issued its Order in Case No. 8281, approving certain adjustments in the rates of Columbia Gas of Kentucky, Inc. ("Columbia"), and providing under certain conditions for further adjustment of rates when the wholesale cost of gas is increased, decreased or refunds are received.

On September 20, 1982, Columbia notified the Commission that its supplier, Columbia Gas Transmission Corporation ("Transmission") has filed with the Federal Energy Regulatory Commission ("FERC") decreased rates to be effective with gas supplied on and after September 1, 1982, for all rate schedules.

After reviewing Columbia's notice of September 20, 1982, and being advised, the Commission is of the opinion and finds that:

1. Columbia's supplier, Transmission, has filed for decreased rates to become effective September 1, 1982.

- 2. The estimated annual reduction in revenue as a result of Columbia's filing of September 20, 1982, is \$2,519,000 or 9.3 cents per Mcf.
- 3. Due to the retroactive nature of Transmission's decrease, Columbia is requesting an effective date of September 1, 1982, and permission to commence collecting the proposed rates with gas supplied on and after October 1, 1982. Columbia proposes to refund to its customers any overcollection experienced during the lag between Transmission's effective date of September 1, 1982, and Columbia's proposed billing date.
- 4. Columbia's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8281, dated December 30, 1981, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after September 1, 1982, for all rate schedules.

IT IS THEREFORE ORDERED that the rates contained in Appendix A be and they are approved, effective on and after September 1, 1982.

IT IS FURTHER ORDERED that Columbia shall refund to its customers any overcollection experienced during the lag between Transmission's effective date of September 1, 1982, and Columbia's proposed billing date of October 1, 1982.

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Columbia shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 5th day of October, 1982.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8282-I DATED OCTOBER 5, 1982

The following rates and charges are prescribed for the customers in the area served by Columbia Gas of Kentucky, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES:

Rate Schedule GS	Rate per Mcf
Residential	
First 1 Mcf or less per month Next 49 Mcf per month Next 50 Mcf per month Next 100 Mcf per month Next 800 Mcf per month Over 1,000 Mcf per month Minimum Monthly Charge	\$ 7.062 5.786 5.736 5.706 5.676 5.656 7.06
Commercial and Industrial	
First 1 Mcf or less per month Next 49 Mcf per month Next 50 Mcf per month Next 100 Mcf per month Next 800 Mcf per month Over 1,000 Mcf per month Minimum Month Charge	\$ 7.287 5.937 5.887 5.857 5.827 5.807 7.29
Rate Schedule FC-1	
Firm	
First 1,000 Mcf per month Over 1,000 Mcf per month	\$ 5.738 5.688

Rate Schedule (Cont'd)	Rate per Mcf (Cont'd)
Curtailable `	
All Volume	\$ 5.538
Rate Schedule FI-I	
<u>Firm</u>	
First 5,000 Mcf per month Over 5,000 Mcf per month	\$ 5.685 5.655
Interruptible	
All Volume	\$ 5.475
Rate Schedule FI-2	
<u>Firm</u>	
First 50,000 Mcf per month Over 50,000 Mcf per month	\$ 5.585 5.515
Interruptible	
All Volume	\$ 5.425
Rate Schedule IS-I	
April through November	
For all Volumes delivered each month up to and including average monthly Winter Volumes	\$ 5.887
For all Volumes in excess of the average monthly Winter Volumes	\$ 5.487
December through March	
All Mcf	\$ 5.887
Rate Schedule IUS-1	
All Volumes	\$ 5.520
The base rates for the future applicat	ion of the purchased

The base rates for the future application of the purchased gas adjustment clause are:

Columbia Gas Transmission Corporation

Zone 1 and Zone 3 Rate per DTH

	Demand	Commodity
Schedule CDS	\$ 3.17	423.30
Schedule WS Demand Winter Contract Quantity	\$ 1.17 .88¢	
Columbia LNG Corporation		
LNG - Rate per MCF		\$ 5.61
Transportation - Rate per DTH		
Zone 1 and Zone 3		33.77¢